



J. TYLER McCAULEY
AUDITOR-CONTROLLER

**COUNTY OF LOS ANGELES
DEPARTMENT OF AUDITOR-CONTROLLER**

KENNETH HAHN HALL OF ADMINISTRATION
500 WEST TEMPLE STREET, ROOM 525
LOS ANGELES, CALIFORNIA 90012-2766
PHONE: (213) 974-8301 FAX: (213) 626-5427

June 21, 2001

TO: Supervisor Michael D. Antonovich, Mayor
Supervisor Gloria Molina
Supervisor Yvonne Brathwaite Burke
Supervisor Zev Yaroslavsky
Supervisor Don Knabe

FROM: J. Tyler McCauley
Auditor-Controller

**SUBJECT: DEPARTMENT OF PARKS AND RECREATION
REVENUE AGREEMENT AUDITS**

The Department of Parks and Recreation (DPR) requested Master Agreement audits of ten golf course and recreation area revenue agreements. In March 2000, we contracted with Simpson and Simpson, CPAs, to perform the audits to determine whether the contractors had properly reported their gross receipts and paid the correct rent to the County.

Simpson and Simpson completed the audits in May 2001. The audits disclosed that six of the contractors owed additional rent to the County totaling \$216,712. Simpson and Simpson found that the four other contractors had properly reported their gross receipts and had paid all rent due. Simpson and Simpson has met with DPR and each contractor to discuss the results of the audits. DPR has collected \$59,665 of the additional rent owed to the County and has agreements to collect the remaining \$157,047 by August 2001.

Attached is a summary of the audits completed and the amounts owed to the County. Please call me if you would like to review any of the individual reports.

JTM:DR:JS
Attachment

c: David E. Janssen, Chief Administrative Officer
Violet Varona-Lukens, Executive Officer
Rodney E. Cooper, Director, Parks and Recreation
Sandra De La Riva, Assistant Director, Parks and Recreation
Steve Duron, Golf Administrator, Parks and Recreation
Public Information Office
Audit Committee

Attachment

**DEPARTMENT OF PARKS AND RECREATION
AUDITS OF REVENUE AGREEMENTS
FISCAL YEAR 1999-2000**

Revenue Agreement	Additional Rent Owed To County
Arboretum Concert Series	\$ 0
Castaic Lake Aquatic Safety Program	0
Cerritos Community Regional Park	0
Diamond Bar Golf Course	17,383
Knollwood Golf Course	32,122
La Mirada Golf Course	24,684
Los Verdes Golf Course	73,179
Mountain Meadows Golf Course	59,184
Raging Waters Management Lease	10,160
Whittier Narrows Golf Course	0
TOTAL	<u><u>\$216,712</u></u>